

AN ORDINANCE " 99910

AUTHORIZING THE INTERIM CITY MANAGER OR HIS DESIGNEE TO EXECUTE A CONTRACT WITH ASSOCIATION AND SOCIETY INSURANCE CORPORATION (ASI) FOR THE PURPOSE OF PROVIDING A FULLY INSURED TRICARE SUPPLEMENT MEDICAL PLAN TO CITY EMPLOYEES AND THEIR ELIGIBLE DEPENDENTS COVERED UNDER TRICARE MILITARY RETIREE PLANS, FOR AN ESTIMATED ANNUAL COST OF \$150,300.00 FOR A TWO-YEAR TERM, BEGINNING JANUARY 1, 2005 AND ENDING DECEMBER 31, 2006, WITH AN OPTION TO EXTEND THE CONTRACT FOR UP TO TWO (2) ONE (1) YEAR EXTENSIONS, SUBJECT TO AND CONTINGENT UPON FUNDING AND APPROVAL BY CITY COUNCIL.

* * * * *

WHEREAS, the City's Flexible Benefits program currently offers full-time employees and their eligible dependants access to two medical plans with an option to waive coverage during enrollment; and

WHEREAS, ASI provides a fully insured TRICARE Supplement Medical Plan underwritten by the Hartford Life Insurance Company; and

WHEREAS, the TRICARE Supplement Medical Plan would be offered as a fully insured supplement to all City employees who are eligible for TRICARE military retiree benefits; **NOW THEREFORE**:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

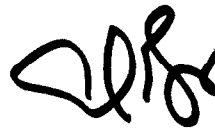
SECTION 1. The Interim City Manager or his designee is hereby authorized to execute a contract with Association and Society Insurance Corporation (ASI) for a TRICARE Supplement Medical Plan under the City's Flexible Benefits Program for a two (2) year period from January 1, 2005 to December 31, 2006 with two (2) one (1) year extensions subject to subsequent City Council approval. The City Manager or the City Manager's Designee is authorized to execute the final contract, in substantially the form attached hereto as Exhibit A, for a period not to exceed forty-five days from the effective date of this ordinance. If for any reason the final documents are not executed within forty-five days from the effective date of this ordinance, or if they cannot be executed in substantially the form attached, the authorization of this contract and the execution thereof will be subject to subsequent City Council approval.

SECTION 2. The amount of \$112,725.00 is to be appropriated in Fund 75-002000, Employee Benefits Insurance Program, in Cost Center 1002010001, G/L Account 5402540 and is to be made payable to Association and Society Insurance Corporation, for a fully insured TRICARE Supplement Medical Plan to cover City employees and their eligible dependents, for the period beginning January 1, 2005 and ending December 31, 2006.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific index codes and fund numbers as necessary to carry out the purpose of this Ordinance.

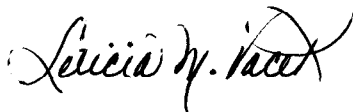
SECTION 4. This ordinance shall be effective on and after the tenth day after passage hereof.

PASSED AND APPROVED this 21st day of October, 2004.



M A Y O R
EDWARD D. GARZA

ATTEST:



City Clerk

APPROVED AS TO FORM:


City Attorney